

ANNUAL FINANCIAL REPORT
THE CITY OF HOOKER, OKLAHOMA
INCLUDING
THE HOOKER MUNICIPAL AUTHORITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

**THE CITY OF HOOKER, OKLAHOMA
INCLUDING THE HOOKER MUNICIPAL AUTHORITY
ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

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Independent Auditors Report

City Council
City of Hooker
Hooker, Oklahoma

Adverse and Unmodified Opinions

We have audited the modified cash basis financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Hooker, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City of Hooker's basic financial statements as listed in the table of contents.

Adverse Opinion on Governmental Activities

In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the financial statements referred to above do not present fairly the financial position of the governmental activities of the City of Hooker, as of June 30, 2021, or the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinion on Business-Type Activities, Aggregate Discretely Presented Component Units, Each Major Fund, and Aggregate Remaining Fund Information

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective modified cash basis financial position of the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Hooker as of June 30, 2021, and the respective changes in financial position-modified cash basis and, where applicable, cash flows, thereof for the year then ended with accounting principles generally accepted in the United States of America.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City of Hooker and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on Governmental Activities

As discussed in Note 1c in the financial statements and referred to above do not include the general fixed assets group of accounts. Accounting principles generally accepted in the United States of America require that those assets be capitalized and depreciated, which would increase the assets and net position and change the expenses of the governmental activities. The amount by which this departure would affect the assets, net position, and expenses of the governmental activities has not been determined.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 1c of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting described in Note 1C, and for determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Hooker's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Hooker's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Matters

Required Supplementary Information

Management has omitted management's discussion and analysis and accrual basis budgetary comparison information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Hooker's basic financial statements. The combining, individual nonmajor fund financial statements, modified cash basis budgetary schedules, and schedule of expenditures of federal awards are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, modified cash basis budgetary comparison schedules, and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying City Council accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and budgetary schedules of the use of modified cash basis of accounting are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 15, 2023 on our consideration of the City of Hooker's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Hooker's internal control over financial reporting and compliance.

Chas. W. Carroll, P.A.

Enid, Oklahoma
May 15, 2023

Chas. W. Carroll, P.A

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

City Council
City of Hooker
Hooker, Oklahoma

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund of the City of Hooker, Oklahoma, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City of Hooker's basic financial statements and have issued our report thereon dated May 15, 2023. The report on the City was adverse to the fair presentation of the governmental activities since the financial statements did not include the general fixed assets group of accounts.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered City of Hooker's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

Purpose of this Report

The purpose of this report is intended solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Chas. W. Carroll, P.A.

Chas. W. Carroll, P.A.

May 15, 2023

BASIC FINANCIAL STATEMENTS

**CITY OF HOOKER, OKLAHOMA
INCLUDING THE HOOKER MUNICIPAL AUTHORITY
STATEMENT OF NET ASSETS--MODIFIED CASH BASIS
AS OF JUNE 30, 2021**

	Governmental Activities	Business-Type Activities	Totals
CURRENT ASSETS			
Cash and Cash Equivalents	\$2,044,959	\$499,652	\$2,544,611
TOTAL ASSETS	<u>2,044,959</u>	<u>499,652</u>	<u>2,544,611</u>
CURRENT LIABILITIES			
Warrants Outstanding	249,606	10,317	259,923
Customer Deposits Payable	30,481	0	30,481
Loan Outstanding	0	76,573	76,573
Total Current Liabilities	<u>280,087</u>	<u>86,890</u>	<u>366,977</u>
TOTAL LIABILITIES	<u>280,087</u>	<u>86,890</u>	<u>366,977</u>
NET ASSETS			
Unrestricted	1,764,872	412,762	2,177,634
TOTAL NET ASSETS	<u>1,764,872</u>	<u>412,762</u>	<u>2,177,634</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$2,044,959</u>	<u>\$499,652</u>	<u>\$2,544,611</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF HOOKER, OKLAHOMA
INCLUDING THE HOOKER MUNICIPAL AUTHORITY
STATEMENT OF ACTIVITIES--MODIFIED CASH BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

FUNCTIONS/PROGRAMS:	Expenses	Program Revenue		Net (Expense) Revenue
		Charges For Services	Operating Grants	
Governmental Activities				
City of Hooker	\$2,619,524	\$78,911		(\$2,540,613)
Business-Type Activities				
Hooker Municipal Authority	520,099	1,457,411		937,312
Total Primary Government	\$3,139,623	\$1,536,322	\$0	(\$1,603,301)

CHANGES IN NET ASSETS:	Primary Government		
	Governmental Activities	Business Type Activities	Total
Net (Expense) Revenue	(\$2,540,613)	\$937,312	(\$1,603,301)
General Revenue			
Sales Taxes	656,820	12,249	669,069
Other Taxes	206,712		206,712
Interest	11,945	1,238	13,183
Other Income	801,208		801,208
Total General Revenue	(863,928)	950,799	86,871
Transfers--In (Out)	929,463	(884,866)	44,597
Other Financing Sources (Uses)	0	71,178	71,178
Change in Net Assets	65,535	137,111	202,646
Net Assets--Beginning	1,699,337	275,651	1,974,988
Net Assets--Ending	\$1,764,872	\$412,762	\$2,177,634

The notes to the financial statements are an integral part of this statement.

THE CITY OF HOOKER, OKLAHOMA
INCLUDING THE HOOKER MUNICIPAL AUTHORITY
COMBINED BALANCE SHEET
ALL FUND TYPES--MODIFIED CASH BASIS
AS OF JUNE 30, 2021

	CITY OF HOOKER				HOOKER MUNICIPAL AUTHORITY	TOTALS	
	GOVERNMENTAL FUND TYPES		FIDUCIARY FUND TYPE	ENTERPRISE FUND TYPE		(Memorandum Only)	
	General	Special Revenue	Capital Projects	Trust and Agency	Revenue	2021	2020
<u>ASSETS</u>							
Cash, including time deposits	\$588,086	\$562,903	\$580,860	\$313,110	\$499,652	\$2,544,611	\$2,383,317
Total Assets	588,086	562,903	580,860	313,110	499,652	2,544,611	2,383,317
<u>LIABILITIES</u>							
Warrants Outstanding	126,262	77,536	44,798	1,010	10,317	259,923	0
Refundable Meter Deposits	0	0	0	30,481	0	30,481	29,131
Loan Outstanding	0	0	0	0	76,573	76,573	147,751
Total Liabilities	126,262	77,536	44,798	31,491	86,890	366,977	176,882
<u>FUND EQUITY</u>							
Reserve for Encumbrance	0	0	0	0	0	0	0
Fund Balance - Unreserved	461,824	485,367	536,062	281,619	412,762	2,177,634	2,206,435
Total Fund Equity	461,824	485,367	536,062	281,619	412,762	2,177,634	2,206,435
Total Liabilities and Fund Equity	\$588,086	\$562,903	\$580,860	\$313,110	\$499,652	\$2,544,611	\$2,383,317

See accompanying letter and notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

**THE CITY OF HOOKER, OKLAHOMA
INCLUDING THE HOOKER MUNICIPAL AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

(1) **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting and reporting policies of the City of Hooker, Oklahoma, including the Hooker Municipal Authority, relating to the funds included in the financial statements, conform to generally accepted accounting principles of state and local governments, except as noted below. The following represents the more significant accounting and reporting policies and practices of the City:

(a) **Reporting Entity**

The City of Hooker, for financial reporting purposes, includes funds and account groups over which the governing board exercises oversight authority.

INCLUDED ENTITY—(Blended Component Unit)

The Hooker Municipal Authority is a public trust created under authority of and pursuant to the provisions of 60 O.S. Sections 177-180.3, for the use and benefit of the City of Hooker, Oklahoma. The Authority leases the existing water and sewer lines, wells and storage facilities of the City and receives the revenues from their use. The Authority is charged with the responsibility of maintaining the property as needed, although title to the property is retained by the City.

The accompanying financial statements present both the government itself, as legally defined, and a component unit, which is a legally separate entity for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government.

(b) **Fund Accounting**

The accounts of the City are organized on the basis of funds and a group of accounts, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, reserves, fund balance, revenues, and expenditures. The various funds are grouped by type in the financial statements. The types of funds maintained by the City are as follows:

General Fund

The General Fund is the principal fund of the City which accounts for all financial transactions not properly accounted for in other funds.

**THE CITY OF HOOKER, OKLAHOMA
INCLUDING THE HOOKER MUNICIPAL AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

(1) **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Special Revenue Funds

The Special Revenue Funds are used to account for revenues derived from specific taxes and other designated revenue sources.

Capital Projects Funds

The Capital Projects Funds account for financial resources to be used for the acquisition or construction of major capital facilities.

Trust and Agency Funds

The Trust and Agency Funds are used to account for assets held by the City in a trustee capacity.

Debt Service Funds

As prescribed by State law, the Debt Service Funds receive all ad valorem taxes paid to the City. Such taxes are used for the payment of principal and interest on the City's bonded indebtedness or judgments payable. The City of Hooker did not have any debt service as of June 30, 2021.

Enterprise Fund

The Enterprise Fund is the principal fund of the Authority which accounts for operations financed and operated similar to businesses, such as services rendered to the general public on a fee basis.

(c) Government-wide financial statements

The government-wide financial statements (the statement of net position and the statement of activities) report information on activities of the primary government and its component unit. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, and other non-exchange transactions are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support.

**THE CITY OF HOOKER, OKLAHOMA
INCLUDING THE HOOKER MUNICIPAL AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

The government-wide financial statements are reported on a modified cash basis of accounting. The modified cash basis of accounting is based on the recording of cash and cash equivalents and changes therein, and only recognizes revenues, expenses, assets, and liabilities resulting from cash transactions, adjusted for modifications that have substantial support in generally accepted accounting principles.

Generally, only cash (and cash equivalents) and items that involve the receipt or disbursement of cash (or cash equivalents) during the period are recognized.

As a result of the use of this modified cash basis of accounting, certain transactions are not recorded in the financial statements. For example, accounts receivable and revenue for billed or provided services that have not been collected in cash are not accrued as revenue or receivables. Additionally, capital assets such as property, equipment, and infrastructure, and long-term liabilities such as debt and compensated absences may also not be reported.

(d) Basis of presentation – Government-Wide Financial Statements

While separate government-wide and fund financial statements are presented they are interrelated. The governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the government's enterprise fund. Separate financial statements are provided for governmental funds and proprietary funds.

The government-wide financial statements are presented on the modified cash basis of accounting. As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are any payments-in-lieu of taxes where the amounts are reasonably equivalent in value to the inter-fund services provided and other charges between the government's public works function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

(e) Basis of presentation – Fund Financial Statements

The fund financial statements provide information about the government's funds and blended component unit. Separate statements for each fund category, governmental and proprietary, are presented. The emphasis of fund financial statements is on major funds, each displayed in a separate column. All remaining funds are aggregated and reported as non-major funds. The fund financial statements are presented on the modified cash basis of accounting.

**THE CITY OF HOOKER, OKLAHOMA
INCLUDING THE HOOKER MUNICIPAL AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

(1) **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

(f) **TOTALS (Memorandum Only)**

The combined financial statements have "TOTALS (Memorandum Only)" columns. These columns do not purport to present the consolidated financial position of the City of Hooker, Oklahoma. All significant interfund transactions would be eliminated and other adjustments would be made in the preparation of consolidated financial statements.

(g) **Budget**

The City's budget represents appropriations originally authorized and any subsequent revisions that were officially adopted during the fiscal year. The City's budget is also prepared under the cash basis of accounting. In accordance with Oklahoma law, all remaining unexpended appropriations lapse at year end.

(h) **Compensated Absences**

The City records vacation and sick leave expenditures only at the time such leave is actually paid.

(2) **DEPOSITS, INVESTMENTS, AND COLLATERAL**

Custodial Credit Risk - The City's policy as it relates to custodial credit risk is to secure its uninsured deposits with collateral, valued at no more than market value, at least at a level of 100 percent of the uninsured deposits and accrued interest thereon. The investment policy and state law also limits acceptable collateral to U.S. Treasury and agency securities and direct debt obligations of the state, municipalities, counties, and school districts in the state of Oklahoma, surety bonds, and letters of credit. As required by Federal 12 U.S.C.A., Section 1823(e), all financial institutions pledging collateral to the City must have a written collateral agreement.

At June 30, 2021, the City was not exposed to custodial credit risk as defined above.

Investment Credit Risk – The City investment policy limits investments to those allowed in state law applicable to municipalities as follows:

**THE CITY OF HOOKER, OKLAHOMA
INCLUDING THE HOOKER MUNICIPAL AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

(2) DEPOSITS, INVESTMENTS, AND COLLATERAL (continued)

- a. Direct obligations of the U.S. Government, its agencies and instrumentalities to which the full faith and credit of the U.S. Government is pledged, or obligations to the payment of which the full faith and credit of the State is pledged.
- b. Certificates of deposit or savings accounts that are either insured or secured with acceptable collateral with in-state financial institutions, and fully insured certificates of deposit or savings accounts in out-of-state financial institutions.

Investment Credit Risk (continued) - Investment credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City has no formal policy limiting investments based on credit rating, but discloses any such credit risk associated with their investments. Unless there is information to the contrary, obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk and do not require disclosure of credit quality.

Investment Interest Rate Risk – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City’s investment policy limits investments to those with a short-term maturities, as a means of managing exposure to fair value losses arising from increasing interest rates. The City discloses its exposure to interest rate risk by disclosing the maturity dates of its various investments.

Concentration of Investment Credit Risk – Exposure to concentration of credit risk is considered to exist when investments in any one issuer represent a significant percent of total investments of the City (any over 5 percent are disclosed). Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from this consideration. The City’s investment policy requires diversification of investments.

At June 30, 2021, the City had no concentration of credit risk as defined above.

(3) PERPETUAL CARE FUND

A Perpetual Care Fund was established during the 1986-87 fiscal year for the upkeep and maintenance of gravesites at the cemetery. The fund is to be financed through public donations and only income from investment of these donations can be expended. Gravesites to be included in the activities of the Perpetual Care Fund may be designated by the donors.

**THE CITY OF HOOKER, OKLAHOMA
INCLUDING THE HOOKER MUNICIPAL AUTHORITY
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

(4) **BLACKMER GOLF COURSE FUND**

A donation from J.P. (Tex) Flanagan as administrator of the Frank Parks estate was made to the City of Hooker on February 2, 1987 in the amount of \$109,080.00. It was specified as a condition of the donation that \$9,080.00 would be deposited to the Perpetual Care Fund and that \$100,000.00 would be deposited to a newly created Blackmer Golf Course Fund and would be used to maintain the golf course. In addition, it was specified that a board with five trustees, which would include Mr. Flanagan, would be formed to oversee the activities of the Blackmer Golf Course.

(5) **CAPITAL IMPROVEMENT FUND**

The City Council resolved to rename the Golf Addition Fund during the 1986-87 fiscal year. It is now the Capital Improvement Fund and is restricted to the purchase of equipment and vehicles, the construction and extension of property and plant, and other capital expenditures.

(6) **COMMITMENTS AND CONTINGENT LIABILITIES**

The financial statements do not include any provisions for loss contingencies. Under applicable Oklahoma statutes, municipalities generally establish a sinking fund to satisfy legal judgments rendered against them. Tax revenues are then specifically assessed for payment of these claims which have been reduced to judgment. Such claims are generally paid through these special tax assessments over a three (3) year period.

(7) **SUBSEQUENT EVENTS**

Subsequent events have been evaluated through May 15, 2023, which is the date the financial statements were available.

**COMBINING FINANCIAL STATEMENTS
AND SUPPORTING SCHEDULES**

THE CITY OF HOOKER, OKLAHOMA
 COMBINING BALANCE SHEET - MODIFIED CASH BASIS
 SPECIAL REVENUE FUNDS
 AS OF JUNE 30, 2021

	STREET & ALLEY FUND	POOL CASH FUND	PARK FUND	CLEET FUND	AMBULANCE FUND	FIREMEN'S CASH FUND	GOLF CLUB CASH FUND	AIRPORT CASH FUND	COMMUNITY CENTER CASH FUND	JUVENILE CRIME	SALES/ USER TAX FUND	TOTALS (Memorandum Only)	
												2021	2020
<u>ASSETS</u>													
Cash and Cash Equivalents	\$3,897	\$35,182	\$34,955	\$4,069	\$14,782	\$8,134	\$27,025	\$5,216	\$2,444	\$1,204	\$425,995	\$562,903	\$619,589
Total Assets	<u>\$3,897</u>	<u>\$35,182</u>	<u>\$34,955</u>	<u>\$4,069</u>	<u>\$14,782</u>	<u>\$8,134</u>	<u>\$27,025</u>	<u>\$5,216</u>	<u>\$2,444</u>	<u>\$1,204</u>	<u>\$425,995</u>	<u>\$562,903</u>	<u>\$619,589</u>
<u>LIABILITIES</u>													
Warrants Outstanding	\$3,897		\$4,491	\$469		\$4,214	\$231		\$563		\$63,671	\$77,536	\$0
Total Liabilities	<u>\$3,897</u>	<u>\$0</u>	<u>\$4,491</u>	<u>\$469</u>	<u>\$0</u>	<u>\$4,214</u>	<u>\$231</u>	<u>\$0</u>	<u>\$563</u>	<u>\$0</u>	<u>\$63,671</u>	<u>\$77,536</u>	<u>\$0</u>
<u>FUND BALANCE</u>													
Unreserved Fund Balance	0	35,182	30,464	3,600	14,782	3,920	26,794	5,216	1,881	1,204	362,324	485,367	619,589
Total Fund Balance	<u>\$0</u>	<u>\$35,182</u>	<u>\$30,464</u>	<u>\$3,600</u>	<u>\$14,782</u>	<u>\$3,920</u>	<u>\$26,794</u>	<u>\$5,216</u>	<u>\$1,881</u>	<u>\$1,204</u>	<u>\$362,324</u>	<u>\$485,367</u>	<u>\$619,589</u>
Total Liabilities and Fund Balance	<u>\$3,897</u>	<u>\$35,182</u>	<u>\$34,955</u>	<u>\$4,069</u>	<u>\$14,782</u>	<u>\$8,134</u>	<u>\$27,025</u>	<u>\$5,216</u>	<u>\$2,444</u>	<u>\$1,204</u>	<u>\$425,995</u>	<u>\$562,903</u>	<u>\$619,589</u>

THE CITY OF HOOKER, OKLAHOMA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS
 SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	STREET & ALLEY	POOL CASH	PARK	CLEET	AMBULANCE	FIREMEN'S CASH	GOLF CASH	AIRPORT CASH	COMMUNITY CENTER	JUVENILE	SALES/ USER TAX	TOTALS (Memorandum Only)	
												2021	2020
REVENUES:													
Intergovernmental:													
State Shared Revenue													
Gasoline Tax	\$3,139	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$3,139	\$2,050
Motor Vehicle Tax	13,282	0	0	0	0	0	0	0	0	0	0	13,282	13,212
Sales Tax	0	10,695	10,945	0	0	0	0	0	0	0	213,339	234,979	173,994
Total Intergovernmental	16,421	10,695	10,945	0	0	0	0	0	0	0	213,339	251,400	189,256
Interest	0	0	0	0	0	0	0	0	0	0	0	0	0
Miscellaneous:													
Donations	0	100	4,447	0	16,326	7,096	0	0	0	0	0	27,969	9,625
Grants	0	0	0	0	0	0	0	454,620	0	0	0	454,620	0
Green Fees & Memberships	0	0	0	0	0	0	12,356	0	0	0	0	12,356	11,105
Fines	0	0	0	0	0	0	0	0	0	0	0	0	1,563
Other	1,529	0	0	7,854	0	0	0	15,907	3,125	0	0	28,415	42,625
Total Miscellaneous	1,529	100	4,447	7,854	16,326	7,096	12,356	470,527	3,125	0	0	523,360	64,918
Total Revenues	17,950	10,795	15,392	7,854	16,326	7,096	12,356	470,527	3,125	0	213,339	774,760	254,174
EXPENDITURES:													
Personal Services	0	0	0	0	0	0	0	0	0	0	0	0	0
Maintenance and Operation	17,429	9,865	15,232	7,614	8,196	8,407	24,313	454,333	1,668	176	140,795	688,028	131,245
Capital Outlay	0	0	0	0	0	0	0	0	0	0	220,955	220,955	190,975
Total Expenditures	17,429	9,865	15,232	7,614	8,196	8,407	24,313	454,333	1,668	176	361,750	908,983	322,220
Revenues Over/(Under) Expenditures	521	930	160	240	8,130	(1,311)	(11,957)	16,194	1,457	(176)	(148,411)	(134,223)	(68,046)
OTHER FINANCING SOURCES/(USES):													
Transfers from Municipal Authority	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Other Financing Sources/(Uses)	0	0	0	0	0	0	0	0	0	0	0	0	0
Revenues and Other Sources Over/ (Under) Expenditures and Other Uses	521	930	160	240	8,130	(1,311)	(11,957)	16,194	1,457	(176)	(148,411)	(134,223)	(68,046)
Fund Balance, Beginning of Year	(521)	34,252	30,304	3,359	6,652	5,231	38,751	(10,978)	424	1,380	510,735	619,589	687,635
Fund Balance, End of Year	\$0	\$35,182	\$30,464	\$3,599	\$14,782	\$3,920	\$26,794	\$5,216	\$1,881	\$1,204	\$362,324	\$485,366	\$619,589

THE CITY OF HOOKER, OKLAHOMA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
MODIFIED CASH BASIS - BUDGET AND ACTUAL
BUDGETED SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	STREET & ALLEY FUND			POOL CASH FUND			PARK FUND			CLEET FUND			AMBULANCE FUND			FIREMEN'S CASH FUND		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
REVENUES:																		
Intergovernmental	\$0	\$16,421	\$16,421	\$0	\$10,695	\$10,695	\$0	\$10,945	\$10,945	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Interest	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Grants	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Miscellaneous	0	1,529	1,529	0	100	100	0	4,447	4,447	0	7,854	7,854	0	16,326	16,326	0	7,096	7,096
Total Revenues	0	17,950	17,950	0	10,795	10,795	0	15,392	15,392	0	7,854	7,854	0	16,326	16,326	0	7,096	7,096
EXPENDITURES :																		
Personal Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Maintenance and Operation	(521)	17,429	(17,950)	34,252	9,865	24,387	30,304	15,232	15,072	3,359	7,614	(4,255)	6,652	8,196	(1,544)	5,231	8,407	(3,176)
Capital Outlay	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Expenditures	(521)	17,429	(17,950)	34,252	9,865	24,387	30,304	15,232	15,072	3,359	7,614	(4,255)	6,652	8,196	(1,544)	5,231	8,407	(3,176)
Revenues Over/(Under) Expenditures	521	521	0	(34,252)	930	35,182	(30,304)	160	30,464	(3,359)	240	3,599	(6,652)	8,130	14,782	(5,231)	(1,311)	3,920
OTHER FINANCING SOURCES/ (USES):																		
Transfers Between Funds	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Revenues and Other Sources Over/ (Under) Expenditures and Other Use	521	521	0	(34,252)	930	35,182	(30,304)	160	30,464	(3,359)	240	3,599	(6,652)	8,130	14,782	(5,231)	(1,311)	3,920
Fund Balance, Beg. of Year	(521)	(521)	0	34,252	34,252	0	30,304	30,304	0	3,359	3,359	0	6,652	6,652	0	5,231	5,231	0
Fund Balance, End of Year	\$0	\$0	\$0	\$0	\$35,182	\$35,182	\$0	\$30,464	\$30,464	\$0	\$3,599	\$3,599	\$0	\$14,782	\$14,782	\$0	\$3,920	\$3,920

THE CITY OF HOOKER, OKLAHOMA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
MODIFIED CASH BASIS - BUDGET AND ACTUAL
BUDGETED SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	GOLF CLUB CASH FUND			AIRPORT CASH FUND			COMMUNITY CENTER			JUVENILE CRIME			SALES/USER TAX			TOTALS (Memorandum Only)		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
REVENUES:																		
Intergovernmental	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$213,339	\$213,339	\$0	\$251,400	\$251,400
Interest	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Grants	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	454,620	0
Miscellaneous	0	12,356	12,356	0	470,527	470,527	0	3,125	3,125	0	0	0	0	0	0	0	68,740	523,360
Total Revenues	0	12,356	12,356	0	470,527	470,527	0	3,125	3,125	0	0	0	0	213,339	213,339	0	774,760	774,760
EXPENDITURES :																		
Personal Services	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Maintenance and Operation	38,751	24,313	14,438	(10,978)	454,333	(465,311)	424	1,668	(1,244)	1,380	176	1,204	1,500	140,795	(139,295)	110,354	688,028	(577,674)
Capital Outlay	0	0	0	0	0	0	0	0	0	0	0	0	509,235	220,955	288,280	509,235	220,955	288,280
Total Expenditures	38,751	24,313	14,438	(10,978)	454,333	(465,311)	424	1,668	(1,244)	1,380	176	1,204	510,735	361,750	148,985	619,589	908,983	(289,394)
Revenues Over/(Under) Expenditures	(38,751)	(11,957)	26,794	10,978	16,194	5,216	(424)	1,457	1,881	(1,380)	(176)	1,204	(510,735)	#####	362,324	(619,589)	(134,223)	485,366
OTHER FINANCING SOURCES/																		
(USES):																		
Transfers Between Funds	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Revenues and Other Sources Over/																		
(Under) Expenditures and Other Use	(38,751)	(11,957)	26,794	10,978	16,194	5,216	(424)	1,457	1,881	(1,380)	(176)	1,204	(510,735)	#####	362,324	(619,589)	(134,223)	485,366
Fund Balance, Beg. of Year	38,751	38,751	0	(10,978)	(10,978)	0	424	424	0	1,380	1,380	0	510,735	510,735	0	619,589	619,589	0
Fund Balance, End of Year	\$0	\$26,794	\$26,794	\$0	\$5,216	\$5,216	\$0	\$1,881	\$1,881	\$0	\$1,204	\$1,204	\$0	\$362,324	\$362,324	\$0	\$485,366	\$485,366

THE CITY OF HOOKER, OKLAHOMA
 COMBINING BALANCE SHEET - MODIFIED CASH BASIS
 CAPITAL PROJECTS FUNDS
 AS OF JUNE 30, 2021

	CEMETERY CASH FUND	LIBRARY FUND	MAIN STREET GRANT FUND	CDBG and REAP FUNDS	ECONOMIC DEVELOPMENT FUND	CITY PARK TRAIL FUND	HOMESTEADERS TRAIL FUND	TENNIS COURT FUNDS	CAPITAL IMPROVEMENT FUNDS	TOTALS (Memorandum Only)	
										2021	2020
<u>ASSETS</u>											
Cash, Including Time Deposits	\$19,084	\$67,414	(\$398)	\$0	\$24,305	\$1,626	\$0	\$6,300	\$462,529	\$580,860	\$492,359
Total Assets	<u>19,084</u>	<u>67,414</u>	<u>(398)</u>	<u>0</u>	<u>24,305</u>	<u>1,626</u>	<u>0</u>	<u>6,300</u>	<u>462,529</u>	<u>580,860</u>	<u>492,359</u>
<u>LIABILITIES</u>											
Warrants Outstanding	1,795	3,212	0	0	0	0	0	0	39,791	44,798	0
Total Liabilities	<u>1,795</u>	<u>3,212</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>39,791</u>	<u>44,798</u>	<u>0</u>
<u>FUND EQUITY</u>											
Unreserved Fund Equity	17,289	64,202	(398)	0	24,305	1,626	0	6,300	422,738	536,062	492,359
Total Fund Equity	<u>17,289</u>	<u>64,202</u>	<u>(398)</u>	<u>0</u>	<u>24,305</u>	<u>1,626</u>	<u>0</u>	<u>6,300</u>	<u>422,738</u>	<u>536,062</u>	<u>492,359</u>
Total Liabilities and Fund Equity	<u>\$19,084</u>	<u>\$67,414</u>	<u>(\$398)</u>	<u>\$0</u>	<u>\$24,305</u>	<u>\$1,626</u>	<u>\$0</u>	<u>\$6,300</u>	<u>\$462,529</u>	<u>\$580,860</u>	<u>\$492,359</u>

THE CITY OF HOOKER, OKLAHOMA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS
CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	CEMETERY CASH FUND	LIBRARY FUND	MAIN STREET GRANT FUND	CDBG and REAP FUNDS	ECONOMIC DEVELOPMENT FUND	CITY PARK TRAIL FUND	TENNIS COURT FUNDS	CAPITAL IMPROVEMENT FUNDS	TOTALS (Memorandum Only)	
									2021	2020
REVENUES:										
Intergovernmental	\$10,695	\$10,695	\$0	\$0	\$0	\$0	\$0	\$85,558	\$106,948	\$96,243
Charges for Services	8,563	0	0	0	0	0	0	0	8,563	7,548
Interest	0	70	0	0	0	0	0	0	70	133
Donation	0	3,576	0	0	0	335	0	0	3,911	3,736
Miscellaneous	0	0	0	0	2,165	0	0	15,008	17,173	17,631
Grant	0	0	0	0	0	0	0	0	0	39,702
Total Revenues	19,258	14,341	0	0	2,165	335	0	100,566	136,665	164,993
EXPENDITURES:										
Personal Services	0	0	0	0	0	0	0	0	0	0
Maintenance and Operation	18,604	3,746	3,899	0	0	3,690	0	14,798	44,737	35,461
Capital Outlay	0	0	0	0	4,602	0	0	238,564	243,166	115,185
Total Expenditures	18,604	3,746	3,899	0	4,602	3,690	0	253,362	287,903	150,646
Revenues Over/(Under) Expenditures	654	10,595	(3,899)	0	(2,437)	(3,355)	0	(152,796)	(151,238)	14,347
OTHER FINANCING SOURCES/(USES):										
Transfer Among Funds	0	0	0	0	0	0	0	194,941	194,941	108,085
Refund to OEDA	0	0	0	0	0	0	0	0	0	0
Deobligation of Prior Year Funds	0	0	0	0	0	0	0	0	0	0
Total Other Financing Sources/(Uses)	0	0	0	0	0	0	0	194,941	194,941	108,085
Revenues and Other Sources Over/(Under) Expenditures and Other Uses	654	10,595	(3,899)	0	(2,437)	(3,355)	0	42,145	43,703	122,432
Fund Balance, Beginning of Year	16,635	53,607	3,501	0	26,742	4,981	6,300	380,593	492,359	369,927
Fund Balance, End of Year	\$17,289	\$64,202	(\$398)	\$0	\$24,305	\$1,626	\$6,300	\$422,738	\$536,062	\$492,359

THE CITY OF HOOKER, OKLAHOMA
 COMBINING BALANCE SHEET - MODIFIED CASH BASIS
 TRUST AND AGENCY FUNDS
 AS OF JUNE 30, 2021

	METER DEPOSIT FUND	HPD SEIZURE FUND	CEMETERY CARE FUND	BLACKMER GOLF COURSE FUND	PERPETUAL CARE FUND	STATE FEES FUND	TOTALS (Memorandum Only)	
							2021	2020
<u>ASSETS</u>								
Cash, Including Time Deposits	\$31,481	\$945	\$60,672	\$101,553	\$118,303	\$156	\$313,110	\$306,486
Total Assets	<u>31,481.00</u>	<u>945.00</u>	<u>60,672.00</u>	<u>101,553.00</u>	<u>118,303.00</u>	<u>156.00</u>	<u>313,110.00</u>	<u>306,486.00</u>
<u>LIABILITIES</u>								
Warrants Outstanding	1,000.00	0.00	0.00	6.00	0.00	4.00	1,010.00	0.00
Refundable Meter Deposits	<u>30,481</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>30,481</u>	<u>29,131</u>
Total Liabilities	<u>31,481</u>	<u>0</u>	<u>0</u>	<u>6</u>	<u>0</u>	<u>4</u>	<u>31,491</u>	<u>29,131</u>
<u>FUND BALANCE</u>								
Unreserved Fund Balance	<u>0</u>	<u>945</u>	<u>60,672</u>	<u>101,547</u>	<u>118,303</u>	<u>152</u>	<u>281,619</u>	<u>277,355</u>
Total Fund Balance	<u>0</u>	<u>945</u>	<u>60,672</u>	<u>101,547</u>	<u>118,303</u>	<u>152</u>	<u>281,619</u>	<u>277,355</u>
Total Liabilities and Fund Balance	<u>\$31,481</u>	<u>\$945</u>	<u>\$60,672</u>	<u>\$101,553</u>	<u>\$118,303</u>	<u>\$156</u>	<u>\$313,110</u>	<u>\$306,486</u>

THE CITY OF HOOKER, OKLAHOMA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS
TRUST AND AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	METER DEPOSIT FUND	HPD SEIZURE FUND	CEMETERY CARE FUND	BLACKMER GOLF COURSE FUND	PERPETUAL CARE FUND	STATE FEES FUND	TOTALS (Memorandum Only)	
							2021	2020
REVENUES:								
Charges for Services	\$0	\$0	\$2,854	\$0	\$0	\$0	\$2,854	\$2,516
Interest	0	0	377	1,181	676	0	2,234	3,837
Miscellaneous	0	0	0	0	785	116	901	1,755
Total Revenues	0	0	3,231	1,181	1,461	116	5,989	8,108
EXPENDITURES:								
Maintenance and Operation	0	0	0	1,063	550	112	1,725	6,181
Capital Outlay	0	0	0	0	0	0	0	0
Total Expenditures	0	0	0	1,063	550	112	1,725	6,181
Revenues Over/(Under) Expenditures	0	0	3,231	118	911	4	4,264	1,927
Fund Balance, Beginning of Year	0	945	57,441	101,429	117,392	148	277,355	275,428
Fund Balance, End of Year	\$0	\$945	\$60,672	\$101,547	\$118,303	\$152	\$281,619	\$277,355

**THE HOOKER MUNICIPAL AUTHORITY
COMBINING BALANCE SHEET - MODIFIED CASH BASIS
ENTERPRISE FUND
AS OF JUNE 30, 2021**

	<u>REVENUE FUND</u>	
	<u>2021</u>	<u>2020</u>
<u>ASSETS</u>		
Cash, Including Time Deposits	<u>\$499,652</u>	<u>\$423,402</u>
Total Assets	<u><u>\$499,652</u></u>	<u><u>423,402</u></u>
<u>LIABILITIES</u>		
Warrants Outstanding	\$10,317	\$0
Loan Outstanding	<u>76,573</u>	<u>147,751</u>
Total Liabilities	<u>86,890</u>	<u>147,751</u>
<u>FUND BALANCE</u>		
Unreserved Fund Balance	<u>412,762</u>	<u>275,651</u>
Total Fund Balance	<u>412,762</u>	<u>275,651</u>
Total Liabilities and Fund Balance	<u><u>\$499,652</u></u>	<u><u>\$423,402</u></u>

**THE HOOKER MUNICIPAL AUTHORITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - MODIFIED CASH BASIS
ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	REVENUE FUND	
	2021	2020
REVENUES:		
Intergovernmental:		
Sales Tax	\$12,249	\$21,146
Charges for Services:		
Water, Trash & Sewer	1,180,482	992,226
Gas	276,929	237,521
Total Charges for Services	1,457,411	1,229,747
Interest	1,238	1,951
Total Revenues	1,470,898	1,252,844
EXPENDITURES:		
Maintenance and Operation	516,276	297,164
Capital Outlay	0	22,215
Interest Expense - Gas Distribution System	3,823	0
Total Expenditures	520,099	319,379
Revenues Over/(Under) Expenditures	950,799	933,465
OTHER FINANCING SOURCES/(USES):		
Transfer Among Funds	(884,866)	(940,601)
Decrease in Loan Principle	71,178	55,681
Total Other Financing Sources/(Uses)	(813,688)	(884,920)
Revenues and Other Sources Over/(Under) Expenditures and Other Uses	137,111	48,545
Fund Balance, Beginning of Year	275,651	227,106
Fund Balance, End of Year	\$412,762	\$275,651

HOOKEr MUNICIPAL AUTHORITY
STATEMENT OF CASH FLOWS - PROPRIETARY FUND TYPE
MODIFIED CASH BASIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Cash Flows from Operating Activities:	
Net Income (Loss) from Operations	<u>\$950,799</u>
Cash Flows from Capital and Related Financing Activities:	
Operating Transfers	<u>(884,866)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	65,933
Cash and Cash Equivalents, June 30, 2020	<u>423,402</u>
Cash and Cash Equivalents, June 30, 2021	<u><u>\$489,335</u></u>

The notes to the financial statements are an integral part of this statement.

**CITY OF HOOKER, OKLAHOMA
(INCLUDING THE HOOKER MUNICIPAL AUTHORITY)
SCHEDULE OF STATE & FEDERAL FINANCIAL ASSISTANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

<u>Federal CFDA Number</u>	<u>Program or Award Amount</u>	<u>Cash/ Beginning Balance at July 1, 2020</u>	<u>Federal Receipts</u>	<u>Federal Expenditures</u>	<u>Other Expenditures</u>	<u>Cash/ Ending Balance at June 30, 2021</u>
<u>Federal Airport Association</u> Project 3-40-0	<u>\$454,620</u>	<u>\$0</u>	<u>\$454,620</u>	<u>\$438,037</u>	<u>\$0</u>	<u>\$16,583</u>
 Total Federal Assistance	 <u>\$454,620</u>	 <u>\$0</u>	 <u>\$454,620</u>	 <u>\$438,037</u>	 <u>\$0</u>	 <u>\$16,583</u>

MANAGEMENT LETTER AND COMMENTS

Chas. W. Carroll, P.A

302 N. Independence
Independence Tower - Suite 103
Enid, Oklahoma 73701

Phone 580-234-5468
Fax 580-234-5425

May 15, 2023

Honorable Governing Board
City of Hooker, Oklahoma

We have audited financial statements of the City of Hooker, including the Hooker Municipal Authority, as of and for the year ended June 30, 2021, as listed in the table of contents, and have issued our report thereon dated May 15, 2023. As a part of our audit, we made a study and evaluation of the City's system of internal accounting control to the extent we considered necessary solely to determine the nature, timing and extent of our auditing procedures. Our study and evaluation was more limited than would be necessary to express an opinion on the system of internal accounting control taken as a whole, and we do not express such an opinion.

However, during our audit we became aware of some matters that, while not involving material weaknesses in internal accounting control, are opportunities for strengthening internal controls and operating efficiency. The memorandum that accompanies this letter summarizes our comments and suggestions regarding those matters. This letter does not affect our report dated May 15, 2023, on the financial statements of the City of Hooker.

We will review the status of these comments during our next audit engagement. We would be pleased to discuss these comments in further detail at your convenience, to perform any additional study of these matters or to assist you in implementing the recommendations.

We also wish to express our appreciation of the courteous attention and cooperation which we received from staff members during our engagement.

Sincerely,

A handwritten signature in dark ink, appearing to read "Chas. W. Carroll, P.A.", written in a cursive style.

Chas. W. Carroll, P.A.

**THE CITY OF HOOKER, OKLAHOMA
INCLUDING THE HOOKER MUNICIPAL AUTHORITY
MANAGEMENT LETTER COMMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

1. Due to the limited size of the City's staff, it is impossible to segregate all employee duties to preclude one individual from having complete control over entire financial transactions.
2. Detailed fixed asset and depreciation expense records are not included in the City's current accounting system. Fixed asset costs are merely charged as expenditures of the respective funds.
3. Although the City did not exceed its total General Fund budget for the fiscal year ended June 30, 2021, we noted that some City departments did exceed their established budgets for the year. (See Statement 3 and Exhibit A-2.)
4. During our review of purchase order transactions we noted that the purchase orders did not include approval signatures. Several invoices also did not include signatures or initials to verify the receipt of the related goods or services. We also noted that purchase orders were dated after their accompanying invoices.